

# Quizizz

## Assessment #5 Preview

Name : \_\_\_\_\_

Class : \_\_\_\_\_

Date : \_\_\_\_\_

1. Bailey makes \$20,000 a year and pays 30% in taxes. Felicia makes \$85,000 a year and pays 20% in taxes. This type of tax structure is
- ☐ a) progressive ☐ b) regressive
- ☐ c) proportional ☐ d) sales
2. Jennifer receives a 2 percent increase in wages this year. The inflation rate is 4 percent. Which of the following is most likely to happen to Jennifer's financial situation?
- ☐ a) She will have more income to spend and greater purchasing power
- ☐ b) She will have more income to spend and less purchasing power.
- ☐ c) Her cost of living and her purchasing power will decrease.
- ☐ d) Her cost of living and her purchasing power will increase
3. Shondelle has a large sum of money to invest. She is not concerned with a large return, but is very sensitive to risk. Which would be the best investment for her?
- ☐ a) A checking account ☐ b) Real estate
- ☐ c) The stock market ☐ d) A savings account
4. Kim is deciding between two loan offers. To make the BEST decision, Kim should
- ☐ a) research the beacon score of each loan
- ☐ b) analyze each loan's debt-to-credit ratio
- ☐ c) compare each loan's annual percentage rate
- ☐ d) investigate the average prime rate of both loans

5. Which incentive best completes this diagram?



- ☐ a) Dividend payments ☐ b) Interest payments
- ☐ c) Bonuses ☐ d) Salaries

6. You want to buy a car, and you have decided that safety is the primary concern. After consulting the research in the table, which vehicle should you purchase?

Automobile Comparison

Year	Type	Price	Miles	Safety	Reviews
2002	Ford Mustang	\$15,999	45K	★ ★ ★	★ ★ ★ ★
2005	Kia Rio	\$10,500	23K	★ ★ ★	★ ★
2003	Mini Cooper	\$14,999	88k	★ ★ ★ ★	★ ★ ★ ★ ★
2002	Volkswagen Jetta	\$12,000	48K	★ ★ ★ ★ ★	★ ★ ★ ★ ★

- ☐ a) Kia Rio ☐ b) Mini Cooper
- ☐ c) Ford Mustang ☐ d) Volkswagen Jetta

7. The town of Matildaville is attempting to reduce the amount of litter on the side of the roads. Which proposed program would be a negative incentive?

- ☐ a) free food for cleaning up ☐ b) money for keeping your road clean
- ☐ c) \$200 fine for each piece of litter ☐ d) concert tickets for a clean up day

8. Kristi deposits, or invests, her paycheck in a savings account. The bank can then offer some of the money to a borrower in the form of a loan. How can Kristi benefit financially from this relationship?

- ☐ a) Kristi can earn interest on her original deposit. ☐ b) Kristi can feel good that she supported a borrower
- ☐ c) Kristi can choose to invest her money in another bank that doesn't make loans to borrowers. ☐ d) Kristi can decide to take her money out the savings account before the loan is made to save money.

9. How does the risk/return ratio of a government bond compare with that of other types of investments?

- |   |  |
|---|--|
| <input type="checkbox"/> a) Government bonds have higher risk and higher returns            | <input type="checkbox"/> b) Government bonds provide higher returns and lower risk                       |
| <input type="checkbox"/> c) Government bonds typically provide lower returns, at lower risk | <input type="checkbox"/> d) Government bonds have about the same risk/return ratio as other investments. |

10. Which of these forms of taxation has been criticized for placing an excessive burden on people with less ability to pay?

- |   |   |
|---|---|
| <input type="checkbox"/> a) luxury taxes      | <input type="checkbox"/> b) regressive taxes  |
| <input type="checkbox"/> c) progressive taxes | <input type="checkbox"/> d) inheritance taxes |

11. Which type of tax is characterized as having a "fixed" rate?

- |   |  |
|---|--|
| <input type="checkbox"/> a) regressive tax  | <input type="checkbox"/> b) progressive tax  |
| <input type="checkbox"/> c) inheritance tax | <input type="checkbox"/> d) proportional tax |